

receive targeted energy efficiency services within its service territory must work closely with Efficiency Vermont to ensure adequate reliability for the identified area. For that reason, Efficiency Vermont shall provide an estimate of the amount of energy efficiency savings that can be achieved for each area. These estimates can be used by the affected utilities in their planning efforts. In addition, each affected utility will continue to work with Efficiency Vermont in evaluating the actual energy efficiency savings achieved at each targeted area and determining whether the achieved savings are sufficient to ensure reliability. Finally, we note that this Order should not create any future expectations or sense of entitlement from any electric utility regarding the receipt of any future targeted energy efficiency measures beyond 2008.

IV. ORDER

IT IS HEREBY ORDERED, ADJUDGED AND DECREED by the Public Service Board of the State of Vermont that:

1. The Board directs Efficiency Vermont to target energy-efficiency measures in the four geographic areas identified in this Order.
2. Efficiency Vermont shall file, by February 15, 2007, a proposed protocol for determining the cost-effectiveness of the targeted energy efficiency measures and evaluating whether the targeted measures have effectively deferred transmission and distribution upgrades.
3. The Department of Public Service is requested to work with Efficiency Vermont and the Vermont electric utilities to develop evaluation measurements that will verify that geographically targeted energy-efficiency can achieve the intended result of deferring transmission and distribution upgrades. The Department is requested to file a report by April 2, 2007, indicating whether any additional evaluation measures are needed. Any comments on the Department's April 2 filing must be received by April 16, 2007.